Louis Gilbert & Associates, Inc.

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January 7, 2004

Honorable James H. Welsh Commissioner of Conservation P.O. Box 94275, Capitol Station Baton Rouge, Louisiana 70804-9275

> RE: Application Notice 8700' Sand, Reservoir B COQUILLE BAY FIELD Plaquemines Parish, Louisiana

Dear Sir:

Dimension Energy Company LLC ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the 8700' Sand, Reservoir B in the Coquille Bay Field, Plaquemines Parish, Louisiana.

- 1. To dissolve the 8700' RB SUA previously created by Office of Conservation Order No. 890-D-3, effective April 15, 2003, and simultaneously therewith to create a revised drilling and production unit for the exploration for and production of gas and condensate from the 8700' Sand, Reservoir B in the Coquille Bay Field, Plaquemines Parish, Louisiana, such unit to be designated 8700' RB SUA.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
- 3. Except to the extent contrary herewith, to continue in full force and effect the provisions of Office of Conservation Order No. 890-D-3.
 - 4. To consider such other matters as may be pertinent.

The 8700' Sand, Reservoir B was fully defined in Office of Conservation Order No. 890-D-3, effective April 15, 2003.

A timely request for the conference tentatively scheduled in the preapplication notice dated December 22, 2003 was not received and therefore the conference will not be held.

Any Pertinent data relating to the proposed unit can be obtained, AT THE COST OF THE REQUESTING PARTY, from Mr. Doffie Ross of Louis Gilbert & Associates, Inc., 3636 North Causeway Blvd., Suite 204, Metairie, LA 70002-7216 (504)834-8112.

The Applicant will provide for posting a copy of the Legal Notice of this hearing a copy of the enclosed plats at a prominent place in the area affected by this application and will cause the publication of the Legal Notice in a newspaper published in the general area of the Coquille Bay Field. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties all in accordance with the Revised Rules of Procedure.

There is attached hereto and made a part hereof, a plat outlining the 8700' Sand and a list of names and addresses of the Interested Parties, Interested Owners and Represented Parties to whom this notice is being sent. Pursuant to the Revised Rules of Procedure, such list of Parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. The aforementioned list is available upon request to any Interested Party. A reasonable effort was made to ascertain the names and addresses of all Interested Parties, Interested Owners and Represented Parties as required by the Revised Rules of Procedure.

There is enclosed herewith on behalf of the Applicant a check made payable to the Office of Conservation, representing the required hearing application fee.

Very truly yours, LOUIS GILBERT & ASSOCIATES, INC.

Doffie Ross

Doffie Ross

cc: Mr. Richard Hudson (w/enclosures)
Office of Conservation

Mr. Charles O'Niell, III (w/enclosures)
Dimension Energy Company, LLC

Interested Parties, Interested Owners
and Represented Parties (w/plat)

